

**REED & JOHNSON**

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June 16, 2008

**RECEIVED**

**JUN 17 2008**

**PUBLIC SERVICE  
COMMISSION**

Mr. J.R. Goff  
Public Service Commission of Kentucky  
PO Box 615  
Frankfort, Kentucky 40692

**In re: Case No. 2008-00187**  
**Cumberland County Water District**

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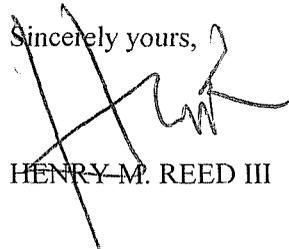
Mr. Goff:

Enclosed please find a letter addressed to you from the Chairman of the Cumberland County Water District certifying that construction on the line extension Project identified in the District's Petition as Phase I will commence prior to June 30, 2008.

The undersigned believes that the cost of the Phase I Project identified in the District's Petition and the commencement of construction thereof qualifies the Project for the exemption set out in Section F20 of the 2006 Budget Bill.

My sincerest thanks to you for your assistance, patience and cooperation.

Sincerely yours,

  
HENRY M. REED III

HMR:jmz  
Enclosures

cc: Mr. Stephen L. Capps  
Chairman  
Cumberland County Water District  
133 Lower River Street  
Burkesville, Kentucky 42717

Mr. David Bowles, P.E.  
Monarch Engineering, Inc.  
556 Carlton Dr.  
Lawrenceburg, Kentucky 40342

# Cumberland County Water District

133 Lower River Street  
Burkesville, Kentucky 42717

270-864-3133  
270-864-3865 (fax)

June 12, 2008

Mr. J. R. Goff  
Public Service Commission of Kentucky  
211 Sower Blvd.  
P.O. Box 615  
Frankfort, Kentucky 40692

In re: Application of Cumberland County Water District; PSC Case No. 2008-00187

Mr. Goff:

The undersigned as Chairman of the Cumberland County Water District ("District") has been advised by the District's Bond Counsel, Henry M. Reed III, that the Public Service Commission ("Commission") has received and considered the District's application for approval for the construction of water line extensions identified in the District's Petition to the Commission as Phase I of the Project described.

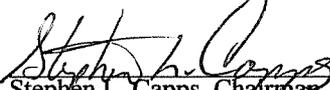
Bond Counsel has advised that the Commission interprets the provisions of the 2006 Budget Bill (House Bill 380 appearing at Section F20 of Chapter 252 of the Acts of the 2006 Regular Session of the Kentucky General Assembly) as exempting the construction of line extensions which does not require a water district to incur an indebtedness.

Since Bond Counsel and the District believe that the phase I project described in the District's petition meets the requirements for the exemption set forth in the 2006 Budget Bill, the District hereby advises the Commission that it intends to proceed with the construction of said line extensions forthwith and certifies that in any event actual construction of Phase I of the Project will commence prior to June 30, 2008.

The District thanks the Commission and its Staff for its courtesy and prompt attention to this matter.

Sincerely yours,

CUMBERLAND COUNTY WATER DISTRICT

  
Stephen L. Capps, Chairman

**REED & JOHNSON**

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June 16, 2008

Mr. David R. McDowell  
Division of Filings  
Public Service Commission of Kentucky  
PO Box 615  
Frankfort, Kentucky 40692

**In re: Case No. 2008-00187**  
**Cumberland County Water District**

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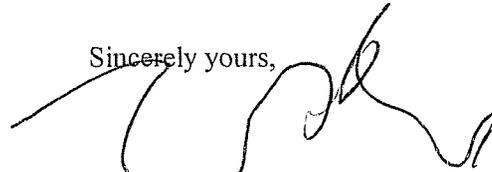
Mr. McDowell:

Thank you for your letter of June 12 regarding certain filing deficiencies in the District's Petition.

It is my understanding that Monarch Engineering Inc. is in the process of supplying the Commission with the required information.

Thank you for your courtesy and cooperation.

Sincerely yours,



HENRY M. REED III

HMR:jmz

Enclosures

cc: Mr. J.R. Goff  
Public Service Commission of Kentucky  
PO Box 615  
Frankfort, Kentucky 40692

Mr. Stephen L. Capps  
Chairman  
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